

Preserved

G.R.S. IX-51

Previous references.

LB 78-17-(1-3)
" 88-20-142
" 146-14-1, 2, 7, 9, 18

1921

LB 215

File No. 101-21

Serial Nos. 1-5, 7-9

Later references.

LB 101-21 8 14 6 18
LB 45-27-1, 34

G.F. 96. 27. 122

LB 45-27 285-10

GENERAL AND REVENUE SECRETARIAT.

LB 7-38 85 38 4

Serial Nos.

Part B for

March '24

SUBJECT

Prayer of the subscribers to the Shimoga Dist Board Ry Loan that the amounts paid by them may be returned to them or invested in the Govt Loan so that they may earn higher interest

29 To The Presdt, Dist Board, Shimoga
" Secy for Railways
" Comptroller to Government
No L. 5037-9 / d. 5th Jan'y '24

States that it was finally agreed by the President Dist Board whether the Debenture Bond Holders would agree to pay the balance of Rs. 10 lakhs to make up 10 lakhs to and offer certain terms to the Dist Bd for the resumption of the construction of the Shimoga-Arasikere line

29-3-24

(For Disposal at a Meeting)

No. C. 371

.....1922-23

GENERAL AND REVENUE SECRETARIAT.

Council Matter.

SUBJECT.

(Clause xxvii of the schedule.)

Repayment of the loan raised by the Shimoga District
Board for Railway Construction

CIRCULATED TO THE MEMBERS OF COUNCIL.

By Order,

W. A. S. S. S.

Chief Secretary to Government.

.....16th February 1923.

Extraordinary Member of Council.

First Member of Council. *opinion recorded*

Second Member of Council.

Third Member of Council.

6876-587.
22.2.23

5378
17.2.23

W. A. S. S. S.
15/2

Recd
23.2.23

Serial
No.

4) Sub? with refce. to para 2 Supra - 309-13
not sanctioned in their order no. Rs. 166-14
of 12-1-1914. The construction of a narrow
gauge of line of railway from Shimoga to ~~Asana~~
Asana, Ripimbhel & Ainaulapur to
Sagar with a Branch from Ripimbhel to
Mithalhalli, the Capital Cost of the
line being 28 lakhs of rupees & Govt.
agreeing to contribute Rs. 18 lakhs there-
provided that the balance is raised from
the Shimoga D.D. Bd. and authorized
D.D. Bd. of Shimoga to raise the loan subject
to the above condition. The District Bd.
accordingly raised a loan at 4 p.c. for
the purpose. During 1917 Govt. in
the Ry Department having decided to
open a state line from Shimoga to Asana
in connection ^{with} Bathal harbours ^{on the metre gauge line} scheme
it was ordered that the loan raised by the
Shimoga D.D. Bd. should be utilized only
for the feeder lines of this state line ^{as per}
~~above~~ on certain conditions. ^{D. said} The state
line seems to have also been ^{present} ~~since~~
abandoned and hence the ^{present} memorial
The total District Board Ry loan collected
up to the end of June 1921 amounts to Rs.
3,68,870. The interest of 4 p.c. on this

✓
as per D.D. 4. adm.
Report for 1920-21

Loan having been subsequently enhanced to 5 p.c. it appears that the interest is not payable on this enhanced rate to the holders of loan.

6/1/22

THE

Rev. Secy.

৯৫

7/1/22

5) As there is no real prospect
of constructing either the State R.R. or
the feeder line, the D. Board wants
permission to return the debenture
loan amount - to the subscribers. The
Board is apparently paying a heavy
interest on the amount.

[Signature]

107/

Casey

(10-1)

35 member)

6/ The Financial Secretary has
been consulted.

Wm. H. H. H.

16/1/22

To H. Lee with Compliments for dinner

64

7) No financial objection to the proposal to repay the loan. The repayment increases the strain on the Treasury but it can not be helped as

Crook have to pay back on
demand any amt deposited with
them - \$ only 31-1-22

NOTE—Contn. sheet.

This is a case of
returning the amt
deposited by the STB.

L.S. - Amt - Bremer - 1970.

1630-21
20 JAN 1922

3435

Serial
No.

8) To the Rev Secy. Mrs. Comptroller

Mub

31-1-22

9) Draft on the above lines will be put up
if approved
(Rev. Secy.)

Secy

1/2/22

by

1/2/22

3833

3rd member)

10) The case has not been fully
noted upon. What is the full amount
subscribed for and has it remained unspent? If
it has been spent, how is the repayment
made? The source for the same may
be provided.

11) In another file suggestion was raised
whether it was competent for the Govt to divert
the money from its original object to and to
utilise it for the construction of roads and
and I believe it was given to the
subscribers to withdraw the money if
they did not like to invest the same in the
road project. Please put up that file and
let me know what action was taken there.

Mub

3/2

by 4/2

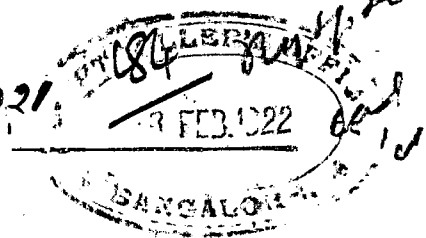
34702

3435

(5)

RB File No.

101 of 1921

Serial
No.

12) May the file be now sent to Comptroller
G.O. to answer the query of the member
in para 10 above?

hp

6/2/22
ind

13) Forwarded, with compliments, to the
Comptroller to Govt. for kindly furnishing
the information required.

By Order,

D. Subbarayappa,

For Secy. to Govt., Rev. Dept.

6/2/22

216.R

No. 888/R Dated 18th February 1922

14) The subscriptions realized up to the end
of November 1921 amounting to Rs. 3,69,345-0-4
is credited in the books of this office under
"Deposits of Shimoga District Board Railway -
Loan".

There was no expenditure up to date.

15) Interest at 5% per annum is being paid by
Government to the District Board upon the --
monthly opening balance in consideration of
the amount having been allowed to remain in
the Government treasury (Vide G.O. No. R.S. 162-67
-Ry. F. 216-G20-1 dated the 26th July 1920.)

Serial
No.

16) Paras 14 & 15 above contain information with refce to para 10 above.

17) The Collection viz ds. (78-17) sh. in re Schemajra District Board Ry. Subvention down in put-up with refce to para 11. The fo. of the Ry. Dept. of July 1920 rep. to by Comptroller in the ~~information~~ para 15 is not available in the Office for reference. nor does it appear in the printed copy of the monthly Vol. for that July of that year.

8/3/22

Ld

8/3

* in which it was held that, in regard to the diversion of the loan amount for the construction of feeder lines, a notice might be issued by the District Board notifying the change and stating that, if any subscriber had objections, he might intimate the same within a prescribed period so that his case might be dealt with by the District Board.

18) As regards the source from which the amount has to be repaid, the only alternative appears to be to pay the same from savings.

(Rev. Secy.) Please see a copy of 8/3/22
9/3/22

from Ry. Secy.

by 9/3/22

G. R. S/III-2

General and Revenue
Secretariat.

File No.

101 of 1921.

Serial
No.

20) Copy of f.O. no. R.S. 162-67 of 26
obtained from the Ry Secret in Ynt
as directed above.

10/3/22 (Rev. Secy.)

11/3/22

21) Interference by paras cost

3 member) 23) Please submit when the
may be considered in Council
for approval

16/

DEWAN'S OFFICE.
Recd. on MAR 16 1922
Reg. No. 4821

Dewan) 24) There is no dispute
about the case. The
see my previous
The. If any who see

11

25) Attention is invited to para
wherein financial opinion has been
when the matter was previously referred

He Secy)

Small

31-3-22

S-3 Subbranch

2232

1573
1851-22
1 MAR 1922
FINANCIAL SECRETARIAT
NOTE-Contn. sheet.

G. R. S. III-21

General and Revenue
Secretariat.

LB File No. 101 of 1921

Serial
No.26) sub. mitted in orders with the ~~present~~ ^{present} of the
Financial Secy called for

14

1/4/22

(Rev Secy.)

Secy

1/4/22

28) sub. with reply from 27 above.

1) 28) It does not appear that there is any
other file in this office connected with this subject.
One communication recd from the Presd. B. B.
Shimoga last year urging the early completion
of the Shimoga - Adala Ry. construction work
was transferred to the Ry Secy for disposal
on 4/5/1921.

2) An Extract obtained from the Genl Secy
re the latest Loan notes of the member is put
up. It is also separately informed that Secy
that there is nothing relating to the Deventree
Loan in the said Loan notes and that a
copy of it has not been supplied to us as it
is held Confidential.

14

19/4/22

(Rev Secy.)

Secy

20/4/22

29) may be considered in Council
how much has been
less greatly the
State in the line

the large work as it turned

1/13 1921 PP. ... ascertain with

NOTE—Contn. sheet.

See personal
and to Dewan
20/4/22

See notes of 1921

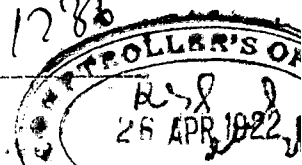
27/4/22

General and Revenue
Secretariat.

L.A. File No.

107 of 1921

1283

Serial
No.

32) It is ascertained from the Dy Secy. that the latest figures are not available with them and that the Probed figures may be had from the Comptroller.

may this file be therefore ref^d to Comptroller U.O. for furnishing the information required in para 27 above?

10. BM
27/4/22 22/4/22

U.O. 72 of 21

36552

32) Forwarded with compliments to the Comptroller to Govt. for kindly furnishing the information referred to above.

By Order,

S. Subbarayappa.

For Rev. Secy. to Govt.

REVENUE & SECRETARIA
25 APR 1922
LOCAL SELF GOVT.
BRANCH.



24/4/22

m. 45/4. 47. 28/4/22.

283/2.

33) Forwarded U.O. to Auditor, Mysore Railways with a request that the file may kindly be returned to this office with the information called for by the Dewan in page 8 of the notes.

J. Subbarayappa
Comptroller.

General and Revenue
Secretariat.

File No.

101 of 1921.

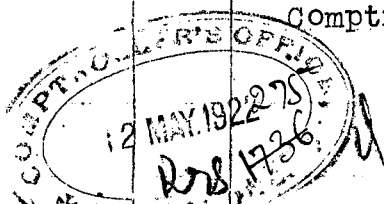
Serial
No.

34)

U.O. No. 65

Dated 10th May 1922.

Retransmitted with compliments to the
Comptroller to the Government of Mysore, Bangalore



The outlay on Shimoga-Arsalu Railway from
commencement to end of December 1921 is Rs.
3,40,053. Out of this, the actual expenditure
on Bridge Works alone amounts to Rs. 67,112/-
as detailed below:-

IV. (a) Constructing 14-60'
girder Bridges across the
Tunga at S h i m o g a. Rs. 56,542-0-0

IV. (b) (i). Minor Bridges
costing more than Rs. 5000/- Rs. 5,542-0-0

IV. (b) (ii). Minor Bridges
costing less than Rs. 5000/- Rs. 5,028-0-0

Total:- Rs. 67,112-0-0

308728 155 1/2
No. 62
Auditor.
To Revenue Secretary with
compliments.
14/5/22

16/5

34) To Chief Secy with Compliments for
favour of further action with refer
to the Secy's order in para 27 supra

Don
15/5

201-21 (note) 3435

39) Subject. -

Repayment of the loan raised by the Shimoga District Board for railway construction.

OPINION OF THE COUNCIL.

Note.

If the present scheme construction of the line, under the 8000 is prepared the balance of the prospectus amount requiring be made.

be
14/6/22

38) Revenue Secretary with
Compliments

be
14/6/22

39) Draft letter to the Shimoga District Board
President, subd

5945
17/6

✓ 2nd member appd

App
17/6
22

Enc

20.2) 2. The Rev. Secy, S.B. Shimoga
no. 17466 22.6.22

Serial
No.
3

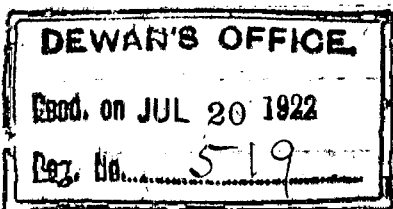
From the Presd., D.A. No. 7 Shimoga. no. P.C. 40 L.S. 21-22 of 8.7.1922. States, with ref. to L.S. 2 above, that arrangements are being made by the D.A. to convene a genl. meeting for the purpose of ascertaining the views of the share-holders & communicating the result to Govt.

(42) The ad interim rep. is subd. for perusal.
18/7/22 (2nd member)
14/7/22

375
14/7/22

Deputy Secy
15/7
18/7/22
14/7/22

15/7
14/7/22
18/7/22



shar
✓

(43) May this be kept on file till the reply is received.

26/7/22
27/7

(44) Yes
27/7/22

From S. C. Shimoga. no. P.C. 40 L.S. 21-22 of 20/11/22. Adds in continuation a copy of the resolution of the spl. meeting of the share-holders of 11/4/22 together with the decision of the D.A. thereon.

(45) This is again an ad interim rep. & subd. for perusal & orders.

24/11/22

(46) The decision of the St. Board may be called for.

REVENUE & JUDICIAL SECRETARY
27 JUL 1922
LOCAL SELF GOVT.
BRANCH

General and Revenue
Secretariat.

File No. 107 of 1921.

Serial
No.

47) Draft. Ld. with refce to the last para above

1/12/22

48) Issue

1/12/22

5. To the Presd. D. S. D., Shimoga. No. 4245-
of 6.12.22. Calls for the final decision of
the D. S. D. in the matter.

Lus

50) The Financial Secretary may
be consulted.

Uli?

3/1/23

51) For favour of opinion.

Final Secretary

C.B.
3.1.2352) For Board's Resolution please see
Page V. in ^{linked} file below

H. S. D.

5/2/23

Serial
No.

53) The Railway for which the District Board was required to raise a loan was ^athe Narrow Gauge Line from Shimoga via Ayanur, Riponpet and Anantapur to Sagar with a Branch from Riponpet to Thirthahalli. The Board was asked to find Rs.10 lakhs for this Railway and the Government offered to give the balance of Rs.18 lakhs. The Line actually undertaken was the Metre Gauge Shimoga-Arasalu Line and the present resolution of the District Board is for completing this line. The estimated cost of the Shimoga Arasalu Line is Rs.18½ lakhs. The Board has already raised about Rs.3½ lakhs and it offers to raise the balance of Rs.6½ lakhs if the rate of interest is raised to 6½ per cent. I am not sure if the Board will really get the money at 6½ per cent. It must be remembered that this ^{rated} 6½ per cent cannot be free of Income-tax as the issue is that of a District Board. If the intention of the Board is that the rate of 6½ per cent should be net exclusive of Income-tax, the gross rate of interest will have to be increased still further.

52) Even supposing that the Board is able to find the balance, the work cannot be resumed until the Government are prepared to spare ^athe sum of Rs.8½ lakhs for this railway. Our capital demands during the next two or three years are ^{already} heavier than we can meet

Serial
No.

and we cannot therefore afford to add to them. I am not ^{also} sure if the old estimate of Rs. 18½ lakhs does not ^{now} require revision and enhancement. If it does, the amount to be found by the Government will be correspondingly increased.

55) Apart from the above considerations which relate to the provision of ~~the~~ capital funds for ~~the~~ construction of the railway, there is the point concerning the traffic prospects of this line on which there is no information in this file. If the line is not expected to yield a return equivalent to the interest payable on capital, the difference will have to be made good by Government under the condition of ~~the~~ guarantee.

56) The District Board resolution refers to ~~the~~ ^{the} interest in excess of the old rate of 4 per cent being borne by the Board if the Government cannot pay the charge and this reference is not clear. Interest during construction may specially be permitted to be paid from capital, but, thereafter it is payable from ~~the~~ net revenues; and if they are unable to bear the charge, the Government will have to make ^{the deficiency} good under the condition of ~~the~~ guarantee. Whether the District Board resolution means that in respect of the excess over 4 per cent it does not require any guarantee from Government and that it

LB File No. 107 of 1924.

(16)
26/3/24Serial
No.

it will meet the charge from its own revenues is not clear. If, however, such is its intention, there is no objection to the proposal if the railway cess is ~~not~~ sufficient to meet this ^{annual} charge.

57) If the District Board is able to ~~contribute~~ contribute the balance ^{of about 6 1/2 lakhs} ~~per cent~~ if the guarantee liability in excess of 4 per cent will be met from the cess revenue, steps may be taken to collect the amount. But the resumption of work will have to wait until the Government share of capital can be found.

58) The ry is now a State line and it will have to be declared a D.B. line and the general conditions applicable to such a line followed if the proposal of the D^d should be adopted.

Muly
9-1-23
19/1

Rev Sectt)

59) Subd. with refer to para 50 above.

40 lakhs

10/1/23

11.1.23

4538
11.1.23

Second Member)

More sub-
mit - Ben-
am.

11/1/23

Dewan)

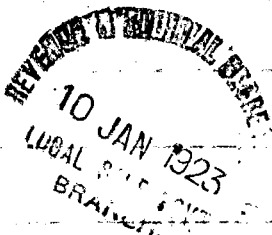
may be considered.

6.2.23

C. Generally agree

Continue the
d. cash

57 - into the line & State line - with 1924 as 1923



2613

G. R. S. III-21

General and Revenue
Secretariat.

LS

File No. 101

of 1921.

Serial
No.

5190

1042

Second Member

For perusal of the Dewan's order.

Wt

CR

10.2.23

14/2/23

Submitted to the Chief Secretary with reference
to the Dewan's order dated 9th inst.

CR

11.2.23

Circulated

1372

LS
14/2/23

Seen. This ^{section} Bill when completed, will
be a link in the line connecting the
Mysore hinterland with a port on the West Coast
viz Bhatkal. It may be many years before
this is an accomplished fact but the fact
cannot be lost sight of. As such it must be
a State Line. If the B. R. Bd contribute towards
the cost they can be considered as partners.
It cannot be a B. R. Bd line. I share the apprehensions
of the Finl Secy as regards the financial aspect.

23.2.23

15- 2613 2953
~~24.~~ C 371

Subject. -

Repayment of the loan raised by the
Shimoga District Board for railway construc-
tion.

OPINION OF THE COUNCIL.

Note

Enquiring the necessity of Mar-
ting the debenture stock
apart from the balance
to make up the cash
in the same manner &
so of interest provided
for annual payments
the new money & suppl
the funds necessary to
complete the line up to
Kumari.

To be completed
with Devas
replot to arrears

by
13/3/25

W.P.M.

Resurrected Capital

14/3/25

14.3.25

1573

Serial
No.

Draft subd for approval

Des 9
15/3C.R.
17.3.22

Rev. Secy

Delay in submission
due to receipt of address
not being available

C.R.
28.3.22

In his reply to the address presented by the Malnad Landholders' Assocn the Secy has stated that the Shimoga-Malnad line has not been abandoned but will be resumed as soon as funds permit and that it is for the G.O. to make definite proposals to Govt regarding the Railway loan as well as the accumulated Railway Cess collected in the District.

In the reply to the address presented by the Shimoga Town M.C. the Secy has stated that this railway project has had to be postponed for the present owing to financial conditions.

The draft may be approved

Rev. Secy

C.R.
28.3.22

(Secy Member) 22/3/22

460
29/3

The Secy's reply has been a non-committal one. Hence the Draft which is in accordance with the Council resolution

Serial
No.

Can not be put to a deposit
price of resuming the work
construction at an early date.
I will wait till the price of the
put is agreed. Railway construction
is settled at length.

Phase 2. Min. Dewan

30/3

11/3/23

C.B.

21.3.23

Dewan)

The draft is revised

May 1881 1/2 only

an enquiry 21/4/23

Y. Chand Malhotra - 21/4/23
1/2

1/2

21.4.23

13/4

21/4/23

From C.B.

13/4/23

7

To, The President, Dist Bd. Shimoga
No. 27078 of 17.4.23

Enquires whether the debenture
holders will agree to pay up the balance
to make ten lakhs if Govt resume
Construction of the Railway

DEWAN'S OFFICE

Recd. on MAR 31 1923

Reg. No.

5704

250

11/4/23

(For Disposal at a Meeting)

No. C. 164

.....11 1923-4.

GENERAL AND REVENUE SECRETARIAT.

Council Matter.

SUBJECT.

(Clause XII of the schedule)

Completion of the Shimoga Arasalu Railway.

CIRCULATED TO THE MEMBERS OF COUNCIL.

By Order,

W. A. S.

Chief Secretary to Government.

12th October 1923.

Extraordinary Member of Council.

First Member of Council.

Second Member of Council.

Third Member of Council.

3022
16 x 23

W. A. S.
13/10

OF
S. me.

District Board, Shimoga District,

Dated Shimoga 22/23rd Mar 1997.

The Deputy Commissioner & President,
District Board, Shimoga District.

The Secretary to Government of Mysore,
Mysore Railways, MYSORE.

I have the honour to forward herewith an extract from the resolutions of the District Conference held on the 28th March 1923 requesting for the early completion of the Shimoga Arasalu Railway and to request that necessary action may kindly be taken in the matter.

S i r,

Your most obedient servant,

Akshirappuram

Deputy Commissioner & President,

District Board, Shimoga.

Subd for ~~arrows~~, with refer to C.O. dated 31st March
1921 (File B).

G.V./

2675

66/26.

It is out of the question to take any action in the matter.

2876

1st Member

for G.O. by sleeping up
 South on the main
 the flag!

12

Proceedings of the Shimoga District Conference held
on 28th and 29th March 1923.

Subject:-

Early completion of Shimoga Arasalu Railway.

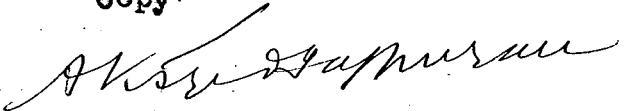
RESOLUTION:- Resolved that the matter may be brought to the
notice of Government.

Sd. A.K. Syed Taj Peeran,

Deputy Commissioner,

Shimoga District.

'Copy'


Deputy Commissioner
& President, District Board,
Shimoga.

F.V./



Railway Secretariat

File No.

WD 02219-GPB-3,000-2-11-22
of 192

6381
(3)

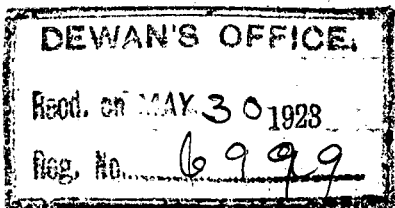
Serial
No.

9789-84c
29.5.23

Lapeer in the Ref. Secy.

Recd
30.5.23

The Secy.



There is some correspondence with the
Ref. Secy. - with Govt. about
this. The file may be
put up for reference

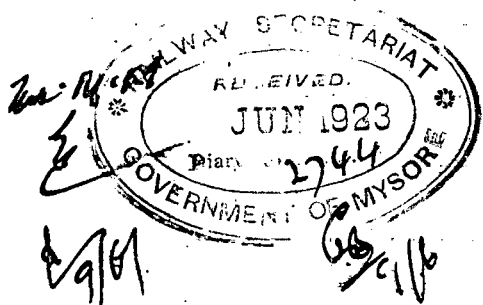
Recd

6/6

Secy. This file must be in the
Ref. Secy. It may be obtained
+ put up.

Recd
8.6.23

9976-107
6.6.23



Recd
9/6

u.o.no: 235 21/3/22

Encls are Secy. & Office Secy.

14 JUN 1923

Forwarded, with compliments, to the Secre-
tary to Government, Revenue Department, for favor
of putting up the file referred to above and re-
turn.

Recd

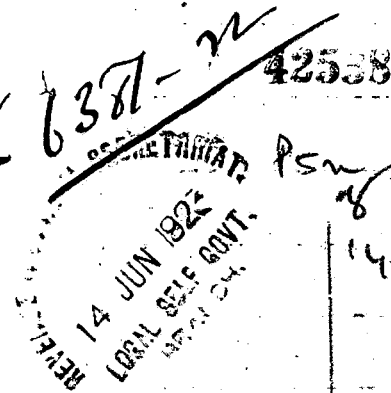
Ag. Secretary for Railways,
Government of Mysore.

Recd
11/6

11/6

L.B. file 101-217 in the subject is herewith
linked. The President of the S.D. has been asked to place the matter
before the S.D. with a view to

cc/ Secy. for
no ref. 78/6



6387

WD 02219-GPB-3,000-2-11-22

Railway Secretariat

File No.

of 192

Serial
No.

File -

(6)

inquire whether the debenture holders will agree to pay up the balance to make up 10 lakhs in case Govt find it possible to resume construction supplying the balance necessary to complete the line upto Kun

Des
12/6

Returned with compliments to the Secretary to Govt for Railways. The file referred to above is put up. It may kindly be returned early.

By order

C. Rama Rao

For Revenue Secretary

30.6.23

May now be submitted to Dewan with reference to his minute of the 6th June 23 on the previous page

G.S.
3.7.23

Dewan.

Desl
4/7

No reply has been received with reference. May be resumed after receipt of reply. The R4 Secretariat may be referred to the case.

U.O. of 24

REVENUE SECRETARIAT
2 JUL 1923
LOCAL SECRETARIAT
BRANCH

SECRETARIAT
RECEIVED
3 JUL 1923
DEWAN'S OFFICE

D.no: 2744 of 7/23

Encls list put up.

DEWAN'S OFFICE.
Recd. on JUL 5 1923
Reg. No. 109

with 1 file

RAILWAY SECRETARIAT
RECEIVED
JUL 1923
GOVERNMENT OF INDIA

5

Serial
No.

The papers may perhaps be now sent to the Rev. Secy. for forwarding of putting the reply from the President, H. B., Shing, if the same has since been read: for the submitting the whole case to the Secy for orders.

18/7

The President of Board may be requested to send expedite reply to the Rev. Secy. letter or send a copy of the reply if already sent.

G.B. 14/7

for app. for appl.

18/7

Sent. G.B. 17/7/23
18/7

2 Issued vide letter no. 139 dt 18. 7. 1923.

3 No. C. 1241/LB-22-23 dated 24th July 1923 from the President, H. B. Shing, forwarding copy of his letter dated 20th June to the Revenue Secretary, along with the extract from the Resolutions of the H. Board meeting.

L-3 (a)
L-3 (b)

Reference is invited to the Dawat's minutes dated 9th July 1923 on the previous page of the note.

The Finance

Sent. 20/7/23

Serial
No.

Secretary may be consulted as to whether the proposal of the Dist. Board to raise the loan at 6½% may be entertained and if so, whether the interest payable in addition to 5% guarantee may be paid from the Railway Cess. The question whether the construction of the line is prospective of yielding 6½% per annum remains to be examined. It is not also known what action has been taken on the Board's letter to the Revenue Secretariat.

GB
4/8/23

The District Board of Shimoga was --
authorized to raise a loan of Rs.10 lakhs, vide
G.O.No.309-13/Ry.F.164-14-15 dated 12th August
1914.

Flag D

Slip A

In November 1920 the Deputy Commissioner, Shimoga, intimated that a sum of Rs.2,04,10 had been received from fully paid subscribers and that of Rs.1,61,625 from partly paid subscriber or a total of Rs.3,65,725.

The President, District Board, Shimoga

Serial
No.

7

P.1

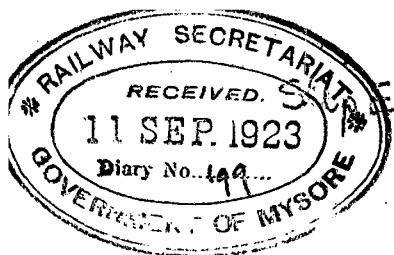
P.2(a)

9980

who was enquired whether the debenture holders will agree to pay up the balance to make up ten lakhs, if Government resume the construction of the Railway, forwards a copy of letter dated 20th June 1923 addressed to the Secretary to Government, Revenue Department, stating that the Members of the Board have resolved that if interest at 6½% is paid, the balance of the loan be found and if the Government are not prepared to pay the additional interest, the difference in the rate of interest be paid out of the Railway Cess.

The total cess collected amounts to -- Rs.1,67,570-11-1, vide G.O.No.L.2226-8/L.B.48-225 dated 7th September 1922.

The case is submitted for favour of order with reference to your Minutes dated 2-7-23.



No. 199 of 30-8-23
with linked file

Recd. on AUG 31 1923

File No. 1292

with file
d. no. 199 of 11/9/23
linked file of (Rev. Secy)
11-7-23
JL 491/23
MRM-RS 157-100-11-1-23
not put up)

Handwritten: *Hand. 1918*
They may be consulted

Handwritten: *4*
9.9

Financial Secy with
Compliments for favour of
remarks.

Handwritten: *11/10*
12/9
23

Serial
No.

L (limited file)

I request reference to my note^x dated 9th January 1923 in the collection belonging to the Revenue Secretariat. I do not feel assured that the Board will be able to raise the balance of the loan if the rate of interest is increased. ^{to 6½} The Karachi Municipality was able ^{recently} to raise a small loan of Rs.30 lakhs only at an ~~average~~ issue price of Rs.99-8-6 per cent. and ^{that} at the ~~same~~ interest rate of 6½ per cent. The Mysore District Board has offered to pay 7 per cent. for the loan it contemplates raising for the Nanjangud-Chamarajanagar line.

If 6½ per cent. or a higher rate is to be allowed, the debenture holders cannot be permitted to get, in addition, any share of the profits from the working of the line. The present guaranteed rate ~~of the line~~ is only 4 per cent. and it is not possible to raise this ^{guaranteed} rate to 6½ per cent. or a higher amount. If a high rate of interest has to be allowed, the arrangement with the lenders will have to be entirely different. The loan will have to be treated as a general one raised by the Board and the creditors will have no kind of relation to the railway built out of the money contributed by them and their interest will be limited to receiving the stipulated rate of interest.

According to the present estimate, the

Serial
No.

9

line is expected to cost Rs.18 $\frac{1}{4}$ lakhs. If the Board is able to raise the balance of 7 lakhs required to make up its share of Rs.10 lakhs, the rest of the amount, viz., Rs.8 $\frac{1}{4}$ lakhs, will have to be found by Government if the construction of the line is resumed. If the Board is unable to raise Rs.7 lakhs, the amount to be contributed by Government will be larger ~~xxx~~ than Rs.8 $\frac{1}{4}$ lakhs. If the estimate for the project requires revision and enhancement, the amount to be found by Government will be larger still. We have enough of commitments to meet in the next two or three years and I consider it inadvisable to add to our capital obligations in the near future.

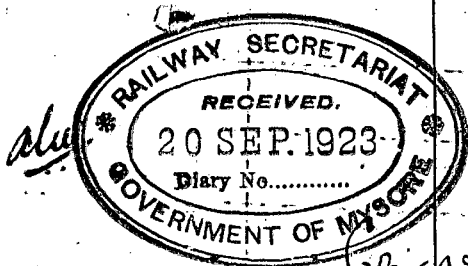
I do not know what the traffic prospects of this line are. If the net earnings are insufficient to cover the interest on the capital invested on it, the loss will have to be borne by the Board and ~~the~~ Government in proportion to the capital contributions made by them. From the point of view of their Revenue account also, it is undesirable for Government to undertake a project the operation of which results in a working loss to be borne by the annual General revenues. If the Board is anxious to have this line at an early date,

Serial
No.

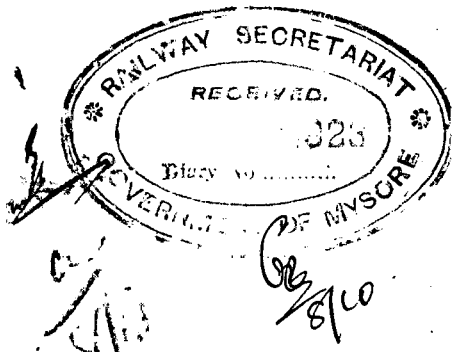
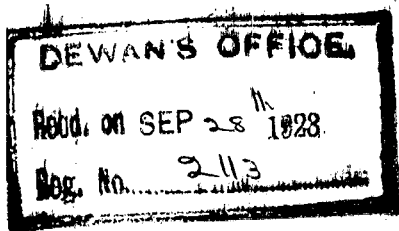
6

date, it should be prepared to raise the whole amount required for its construction and be able to meet from its railway cess and other revenues the interest on the capital invested on it and also working loss, if any, in addition to the interest charge.

X 441-23



D. no. 199. 22/9/23
with linked file



Ry. Secy)

Mail
18/9/23
19/9

I think the Traffic prospect should first be carefully investigated, and if approved, the agent will be asked to have this investigated.

Dewan

Mail
26/9

Melina va starts 4
of State line. Should
in our yth long to be
called the rest the
with and have little
with. I think it
the enough supplied will
will lead to complete
Santam where in the

Serial
No.

11

Chall halla pur by 10/10/23
 named therefore paper
 to finance the line
 only state funds alone
 then finances permit
 a appearance the
 whole R. C. S. 10/10/23
 17 & sub-chaps -
 as three for over name
 may be considered in C
 17. regarding present

4-10

9-10-23

Chief Secretary

CS
10/10/23

circulated
10/10/23

D. No. 199 of 9/10/23
 into linked file (G.R.S.)



100. Subject: (Clause xii of the Schedule)

Completion of the Shimoga-Arasalu Railway.

OPINION OF THE COUNCIL.

For the resumption of the construction of the Shimoga-Arasalu line, the District Board may be offered the following terms:

1. The Board to contribute half the total capital expenditure on the line as estimated in the Project estimate, from-

- (1) the loan already raised,
- (2) accumulated cess collections;
- (3) additional loan to be raised.

2. Government will guarantee an interest of 5% free of income-tax on the entire loan. Any deficit on account of interest charges on the District Board share of capital will be met from the annual cess collections. The District Board and the debenture-holders will be entitled to share of profits above 5% in proportion to the capital respectively contributed by them.

(Sd.) A.R. Banerji,

Dewan of Mysore.

"EXTRACT"

Manus
Chief Secretary to Government

General and Revenue
Secretariat.

File No.

of 191

C 164 of 1913-14
(13)
Completion of Minerva Arasala Rep

Extract from the Proceedings of the Council is put up.

Forwarded, with compliments, to the Financial Secretary to Government, under paragraph 9 * of the Government Order No. G. 17572-8—G. M. 676-17-1, dated 22nd June 1918.

By Order,

Chief Secretary to Government.

*9. (a) If the views expressed by the Financial Secretary in any case, whether original or un-officially referred, are not accepted by the Member of Government in charge, or by the Dewan and Members of Council, as the case may be, the file containing the discussions shall be sent to the Financial Secretary a second time, in order to enable him; in cases in which he considers that the orders proposed to be issued are opposed to financial rules of Government or to recognised financial principles or for other reasons of a financial nature, are open to objection, to record a respectful representation to that effect, which will be placed by the Dewan before His Highness the Maharaja for consideration.

(b) All cases sent to the Financial Secretary under this rule should be treated as immediate and returned to the Department concerned within three days of receipt.

3506
18/11Intend for final note. (The
note relate to 80/30)

1st member

Spide
13/11J. W. Little DSR put up Rep/ra
Dewan

14/11

31 13/11/18

3068

min file

Submitted to His Highness.

*I submit herewith a Final Note by the...First....
Member of Council on the subject of...completion...of
the Shimoga Arasalu Railway...*

for His Highness' gracious approval.

W. S. S. S.
Dewan.
14 NOV 1923

Final Note by the First Member of Council.

Subject

COMPLETION OF THE SHIMOGA ARASALU RAILWAY

In Government Order No. 309-13 Ry. F. 164-14-15 dated 12th August 1914 the District Board of Shimoga was authorised to raise a loan of Rs. 10,00,000, on a Government guarantee of 4% interest for the construction of a narrow gauge line of Railway from Shimoga to Sagar with a branch from Riponpet to Tirthahalli, Government undertaking to provide the balance of Rs. 18,00,000. In 1917 Government decided to open a metre gauge State line from Shimoga to Arasalu and in according administrative-sanction for the construction of this line the loan raised by Shimoga District Board was ordered to be utilised for the Arasalu-Tirthahalli or other feeder lines of this State line. But the debenture holders having protested against the diversion of their loan from the original purpose, it was ordered in Government Order No. R. S. 2278-83/Ry. 164-20-21 dated 8th February 1921 that the loan may be utilised for the main line - Shimoga - Arasalu - with a guarantee of 5% interest and a proportionate share of profits when net earnings of the line exceed 5%.

Subsequently on financial grounds even the construction of the said State line was stopped and therefore the subscribers to the District Board loan prayed for the return of the loan amount, viz., Rs. 3,69,345 realised up to the end of November 1921, or as the alternative its investment in the State 7% loan; as there was no near prospect of the railway construction work being resumed. The matter was considered in Council on 14th June 1922 and 13th March 1923 and as instructed at the latter meeting an enquiry made of the District Board if the debenture holders would agree

Final note
sent to
Member
7/2/21

g. B.

to pay up the balance to make up ten lakhs on the same guarantee of 5% interest, in case Government found it possible to resume construction with the said money and supply the balance necessary to complete the line up to Kumsi. In reply to this enquiry the President, District Board, Shimoga, stated that the matter having been placed for the consideration of the District Board on 9th June 1923, the members resolved after a lengthy discussion that if -- interest at 6½% was paid, the balance of the loan could be found and that if Government were not prepared to pay the additional interest the difference in the rate might be paid out of the Railway Cess.

The Financial Secretary, who was consulted in the matter, stated that there was no assurance that the Board could raise the balance of the loan even with the interest rate of 6½%, that if 6½% or a higher rate is to be allowed the debenture holders could not be permitted to get, in addition, any share of the profits from the working of the line, that in view of the commitments in the next 2 or 3 years and the possible loss in the working of the new line of Railway it was undesirable for Government to undertake the project and that if the District Board is anxious to have the line early, it should be prepared to raise the whole amount required for its construction and be able to meet from its railway cess and other revenues the interest on the capital and also working loss if any.

The matter was considered at the meeting of the Council held on the 2nd November 1923, and the Council resolved as follows:-

"For the resumption of the construction of the Shimoga-Arasalu line, the District Board may be offered the following terms:-

1. The Board to contribute half the total capital expenditure on the line as estimated in the Project estimate, from-

- (1) the loan already raised,
- (2) accumulated cess collections;
- (3) additional loan to be raised.

Page 9.

Page 8, 9 & 10
of the notes
in top file.

Page 12 of
notes

2. Government will guarantee an interest of 5% free of income-tax on the entire loan. Any deficit on account of interest charges on the District Board share of capital will be met from the annual cess collections. The District Board and the debenture-holders will be entitled to share of profits above 5% in proportion to the capital respectively contributed by them".

The resolution of the Council may be graciously approved.

Bangalore,

11th November 1923.

M. Rangaswami
MEMBER OF COUNCIL.

Record of Cases submitted for the Orders
of His Highness the Maharaja

Subject.



Resumption of construction of
the Shimoga-Arasalu Railway line.

Order.

KRUP

15/12/23

P. & L. Secy

WJ

15 DEC 1923

Serial
No.

*Resumption of Construction
of the Shimoga - Anasale line*

(*)

31. All urgent or confidential files returned with His Highness' orders may, in the absence of instructions or indications to the contrary, be ordinarily circulated to the Members of Council for perusal after the issue of orders.

33. The Secretaries concerned should see that orders in the cases referred to above are issued at once and that the files are returned immediately after to the Chief Secretary for circulation to the Members.

34. In all other cases, the files will first be circulated to the Members of Council at headquarters and then sent to the Secretariat concerned for the issue of orders.

Circulated to the Members of Council for perusal of

His Highness' orders ^{before} issue of orders. (Vide Rules 31, 33 and 34 of the Subsidiary Rules for the conduct of business of Council in the Manual of Council Rules and Procedure.)

W. S. S.
17/12
Chief Secretary to Govt.

Through the Secretary to Government

..... *L. and L.* Department.

FIRST MEMBER OF COUNCIL.

SECOND MEMBER OF COUNCIL.

THIRD MEMBER OF COUNCIL.

L. and L. Secy, with Compt.

L 6387-12
83 6562-12
26/12

4687
18-12-23

431
18.12.23

84
17/12
put up a draft
10/12

19/12

19/12
compt
19/12
19/12

Serial
No.

draft go through for approval.

AP. HK

29/12/22.

(2 & 2 Secy)

CPH
1.12.13

Recd 21.12

76 1150/23

First member
through first Sec 7

22/12
CPH
22/12/22

26/12/23
CPH
26.12

629
27.12.23

Recd back from the 2nd Sec.

Issue as first Sec
29/12
CPH
29.12

may this go. be printed
& 100 copies called for as the
same might then be
required for refer.

AP. HK
7/1/23 present

To The President, D-13 Shiroga
" Secretary for Railways.
" Comptroller to Govt

L. 5037-2 of 5.1.24.

Offers certain terms for the vacationing
of the Shiroga Branch
railway line.

NOTE—Contn. sheet.

GENERAL & REVENUE SECRETARIAT
8 MAR. 1923
LOCAL SELF GOVT. BRANCH

No. P.C. 40 L.B. 21-22.

OFFICE OF THE DEPUTY COMMISSIONER,
SHIMOGA DISTRICT.

Dated, Shimoga, 12th December 1921.

RECEIVED & JUDICIAL SECRETARY
3435
16 DEC 1921
LOCAL & BRANCH
From

h. B.
101-24

G. Aravamudu Iyengar, Esquire, B.A., B.L.,

DEPUTY COMMISSIONER, and President, District Board,
SHIMOGA DISTRICT.

C. Venkata Rao, Esquire, B.A.,

Secretary to Government, Revenue Department,

B a n g a l o r e.

Sir,

I have the honour to submit herewith in original an application presented on the 15th September 1921 by the subscribers ~~one~~ to the Shimoga District Board Railway loan praying that the amounts paid by them up to now may be returned to them or in the alternative invested in the new Government loan so as to secure a higher rate of interest to them since there is no likelihood of the amount being utilised for the railway construction in the near future and to state that the subject was placed before the District Board when they met on the 24th of November 1921. The Board are of opinion that as no time limit for the undertaking of the work can be promised the loan amount may be returned to the subscribers.

2 I therefore request that you will be so good as to obtain the orders of Government in the matter.

3 A copy of the resolution of the District Board passed on the subject enclosed.

I have the honour to be,
Sir,

Your most obedient servant,

G. Aravamudu Iyengar

Deputy Commissioner
& President.

B.M.H.

Proceedings of the second ordinary meeting of the Shimoga District Board held in the Town Hall at Shimoga at 1 P.M. on Thursday the 24th November 1921.

36. Subject:- Application of the subscribers to the Shimoga District Board Railway loan in the matter of investing the amount of loan collected till now in 7% Government loan or to return the amount to the subscribers as there is no likelihood of the amount being invested in the construction work in the near future.

Resolution. The Board are of opinion that in as much as no time limit for the undertaking of the work can be promised the loan amount may be returned to the subscribers. It will save also ^{the} necessary trouble and expenditure to the District Board.

Sd. G. Aravamudu Iyengar.

Deputy Commissioner and President

District Board.

Copy "

G. Aravamudu Iyengar
Deputy Commissioner

BMH.

& President.

To

The President,

District Board,

S h i m o g a .

Sir,

Re: the District Board Loan of 1914.

We, the undersigned residents of Shimoga District, respectfully beg to submit this memorial for the kind consideration and the necessary action being taken immediately in the matter, for the following reasons:-

1. That in the latter part of 1914 when the Shimoga District Board Railway Loan was started and subscribed for, we were clearly given to understand that the whole scheme was estimated at 23 lacs, that the line, being one of narrow guage, the work would be completed within a short period and that we would not only have the Railway facilities very early within the interior of the District but would also get a share, ^{way} by of bonus, in a moiety of the surplus profits accruing to the District Board in addition to the guaranteed interest proportionately, on the amount subscribed.

2. That to our great disappointment not only was the guarantee interest not paid to us for over two and a half years but also, as we learn, the original project was also given up without even issuing notices to and ~~the~~ securing the consent of the undersigned subscribers and a new project ~~was~~ of metre guage, substituted for it from Shimoga to Arasalu involving, apparently, a cost, 3 to 5 times more than that of the original scheme, with the result that at the very inception, on account of the financial condition of the time and the high rate of interest and the prices prevailing everywhere, the whole scheme seems to have been practically abandoned. At any rate there seems to be no prospect at all of the work

19 SEP 1921

R. F.

for early action
see instructions
in separate sheet
see
15.5.21

✓
L 7466
LB 101-21-2

To 22-6-22

The President,

District Board,

S H I M O G A.

Sir,

Adverting to your letter No.P.C.40.L.B. 21-22 dated 12th December 1921 in the matter of returning to the subscribers the amount of the loan subscribed for the Shimoga District Board Railway line, I am directed to enquire whether, if the Government resume construction of the railway line, the District Board will be prepared to raise the balance of the loan as per prospectus, at an early date.

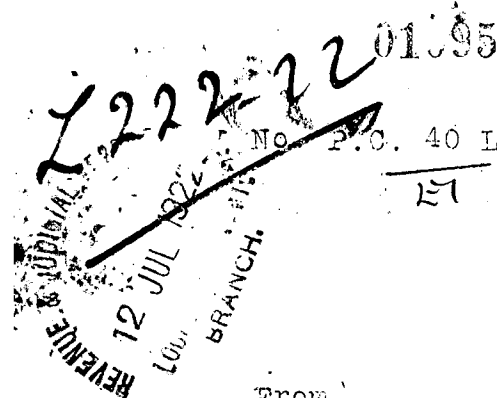
As final orders to the Railway Department have to issue after knowing the final decision of the District Board, Shimoga, I am to request the favour of an early reply.

I have &c.,

Bm
17/6

Revenue Secretary to Government
(In charge).

See
21/6



Office of the Deputy Commissioner and
President, District Board.

Dated, Shimoga, the 8th July 1922.

100

From,

G. Aravamudu Iyengar, Esquire, B.A., B.L.,
Deputy Commissioner and President,
District Board, Shimoga.

12 JUL 1922

To,

A. V. Ramanathan, Esquire, B. A.,
Revenue Secretary to Government (in charge)
Bangalore.

LB 101-21-3

Sir,

With reference to your letter No. 27460 B.B. 101-21-2 dated 22nd June 1922 enquiring whether the District Board will be prepared to raise the balance of the loan as per prospectus, if the Government resume construction of the Railway line, I have the honour to state that the subject was placed before the Board on the 29th of June 1922 and they are of opinion that the question could be decided only after ascertaining the views of the shareholders by holding a general meeting. A copy of the resolution passed by the Board is herewith submitted for information.

Since the number of subscribers to the loan are large, it will take some time to record their opinion at a special meeting specially convened for the purpose. Arrangements are being made to convene the meeting at an early date and the result will be communicated after obtaining the views of the District Board.

I have the honour to be

Dear Sir, your obedient servant

G. Aravamudu Iyengar
Deputy Commissioner

Proceedings of the fourth ordinary meeting of the District Board, Shimoga, held in the Town Hall, Shimoga at 1 P.M. on Thursday the 29th June 1922.

29. Letter No. T. 7466/ I.B. 101-21-2 dated 22nd June 1922 from the Revenue Secretary to Government enquiring with regard to the returning of the amount of the loan subscribed for the Shimoga District Board Railway line whether the District Board will be prepared to raise the balance of the loan as per prospectus, if the Government resume construction of the line.

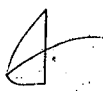
RESOLUTION

A meeting of the share-holders should be called for with sufficient notice and their opinion should be recorded and placed at the next meeting of the Board. Permission to vote by proxy will also be given to the share-holders. An expenditure of Rs. 20/- for this purpose may be incurred.

Sd. G. Aravamudu Iyengar,

Deputy Commissioner and President.

" Copy "

 Deputy Commissioner

B.M.H.

& President.

No. P.C. 40 L.B. 21-22. Office of the Deputy Commissioner and
President, District Board.

23.11

Dated, Shimoga, the 20th November 1922.

REVENUE L. 2613
23 NOV 1922

From,

G. Aravamudu Iyengar, Esquire, B.A., B.L.,
Deputy Commissioner and President,
District Board, Shimoga.

RECEIVED
LAW
NOV 1922

To,

T. E. Jeyarama Iyer, Esquire, B.A., B.L.,
Secretary to Government, Revenue Department,
Bangalore.

LB 101-21-4
28/11

Sir,

With reference to your letter No. L. 7466/ L.B. 101-21-2, dated 22nd June 1922 re- the question of raising the balance of Shimoga District Board Railway loan as per prospectus etc, I have the honour to submit herewith in continuation of my letter dated 10th July 1922, a copy of the resolution of the special meeting of the share holders held on the 1st instant and the decision of the District Board thereon arrived at, at the meeting held on the 13th instant.

2. The Board are anxious that the construction of the line which has been commenced and on which considerable out-lay sum has been incurred should be pushed on to completion as early as practicable.

I have the honour to be,

Sir,

Your most obedient servant,

G. Aravamudu Iyengar

Deputy Commissioner
& President.

B.M.H.

43

Proceedings of the Special Meeting of the Share-holders of the Shimoga District Board Railway Loan held in the Town Hall, Shimoga, at 5.P.M. on 1st November 1922.

Mr. S. Seetharamaiya moved the following proposition which was seconded by Mr. Javali Seenappa of Thirthahalli.

This meeting is of opinion that the loan amount will be paid in full and the Public will be induced to take up the balance of the debentures to make up the 10 lacs, if the Government are pleased to sanction the same interest as they are paying for their other loans i.e. 6½% if not 7% the issue being at par.

Supported by Messrs. Harnahalli Chennappa, Thirthamattur Thammaiya Bhat and Sankar Narasimhaiya.

Messrs. Mandagadde Chennappa Gowda and B.P. Misser also spoke on the subject.

✓ Mr. S.R. Balakrishna Rao proposed an amendment as follows:-

That the subscribers do undertake to pay up the balance of the subscribed amounts if the construction of the line is resumed within one year from date and that the District Board be requested to find the balance of the loan promised either by the issue of the unsubscribed debentures or otherwise, the interest on the amount being ~~being~~ fixed at 5% with right to participate in excess profit.

Mr. Misser of Kumsi seconded the amendment.

The amendment having been put to vote, the names of persons in favour of the amendment have been noted. The value of the shares held by them will have to be seen from the

Result of votes recorded at the Special Meeting of the Shareholders to the Shimoga District Board Railway loan held on 1st November 1922.

	By persons present . .	By Proxy.	T o t a l.
Number of votes recorded in favour of the proposition moved by Mr.S.Sitharamiaya.	639	2355	2994
Number of votes recorded in favour of the amendment to the above proposition pro- posed by Mr.S.R. Balakrishan Rao.	498	730	1228

(Sd). G. Aravamuduiengar,

Deputy Commissioner & President,
District Board, Shimoga.

' C o p y '

Key note
Deputy Commissioner & President,
District Board, Shimoga District.

G.V.

SUBJECT.....

.....

.....

.....

.....
Diary No. of letter replied to—2613

General and Revenue Secretariat

(ds.)

, the

191 .

Date of issue

6/12/22

Signed by

[Signature]

Section ds.

File No. 101-21

Serial No 5

No.

4245

To The President, B.S.D., Shimoga

Sir, With refce to your

letter no. A.C. 40 ds. 21-22 of
20/12/22 forwarding a copy of
the resolution of the B.S.D. (held
4-5-22 meeting) regarding the
payment raising ^{by the Sh. & B.D.} of the balance
of the Shimoga B.S.D. Ry., re
the found by it in case the Govt.
is to resume the Ry. Construction
work in the district, I am
directed to request you to be
over.

SUBJECT

Diary No. of letter replied to

General and Revenue Secretariat

, the

191

Date of issue

Signed by

Section

File No.

Serial No.

No.

To

Sr.

With ref. to conversation ending with your letter

No. P.C. 40/2 B. 21.22 on 11.12.22

re: The ~~repayment~~ loan

raised by the Shimoga. PCB

for Railway construction

are directed to enquire

whether the debenture holders

will agree to pay up the balance

to make up ten lakhs on it

same guarantee of 5% interest

over.

Ref. that you will have the matter placed before the PCB again with a view

17/4

Office of the President, District
Board,

Shimoga District,

No.p.c.40/L.B.21-22.
Encl.1.

Dated Shimoga, 20th June 1923.

From

The President,
District Board, Shimoga.

D. 6522
Ans. 101-21-8

To

The Secretary to the Government of Mysore,
Revenue Department.

Sir,

With reference to your letter No.L.7078/L.B.101-21-7 dated 17th April 1923 calling for opinion of the District Board whether the Debenture Share-holders are agreeable to pay up the balance to make 10 lakhs on the same guarantee of 5% interest, etc., I have the honour to state that the matter was placed for consideration before the District Board in their meeting held on 9-6-23 and the members of the Board after lengthy discussion resolved that if interest at 6½% is paid, the balance of the loan can be found and if the Government are not prepared to pay the additional interest, the difference in the rate of interest be paid out of the Railway Cess. A copy of the resolution passed by the District Board is herewith enclosed for information.

I have the honour to be,

Sir,

Your most obedient servant,

D. 6522
Ans. 101-21-8
President,

District Board, Shimoga.

B.R.S.

Proceedings of the 4th ordinary meeting of the Shimoga District Board held on the 9th and 10th 1923.

13. Read Revenue Secretary's letter No. 7078/L.B.101-2-7 dated 17th April 1923 calling for the opinion of the District Board whether the Debenture Holders are agreeable to pay up the balance to make 10 lakhs for completing the District Board Railway Line up to Kumsi.

RESOLUTION:-

Resolved that the Board are of opinion that if the interest is guaranteed at 6½% there is every probability of realising the balance viz., 4 lakhs, of the loan and the Board reiterate their former resolution recommending that the difference in the rate of interest be paid out of the Railway Cess. There is also every likelihood that the balance of 3 lakhs can also be found if attempts are made for canvassing new shares.

EXTRACT'

Sd.) / K. M. Dutt.
For President, District Board, Shimoga.

COPY.

SUBJECT

Diary No. of letter replied to.....

6542/21-22

Section 45.

File No. 101-21

Serial No. 9

General and Revenue Secretariat.

Proceedings of the Government of
His Highness the Maharaja of Mysore.

the

192

Date of issue.....

5.1.24
B

Signed by.....

M. C. A.

May this be

- Printed ?
- treated as a standing order ?
- published in the Gazette,
English Part ?
- translated ?
- placed at the disposal of the press ?
- published in the Gazette,
Kannada Part ?

Read—

R.S. 2278-83 18.2.19

f.o. no. P. 7. 166-20-21

stating that the loan raised (the
Shimoga 50000) towards the share
of 10 lakhs for the D. & S. Ry. may
be utilized for the main line of
Shimoga - Adra Ry with a
guarantee of 5 p.c. interest and a
proportionate share of profits when
net earnings of the line exceed 5p.

From the Prod. of the S.R. 50000, P.C. 40 L.S. 21-22
8.12.12. 21/22

Order Thereon No. 21/22
application in original from the
subscribers to the District Bank
loan praying for the return of the
loan amount viz. Rs. 369,345
realised up to the end of Nov. 1921.
in the alternative its investment
in the state 7% loan as there
was no near prospect of the

of the Railway Construction has
resumed -

Covered ending with letter
no. P.C. 60 / dt. 11-22 & 24-23
from the Govt of India to the Govt of
Bihar.

L 5031-9
Bihar - 11-22

After some correspondence with the Govt of India
the Bihar Govt has agreed to the terms of the
loan and the Government of India has agreed
to give to pay the balance of the
of 10 lakhs on the same terms
of 5 p.c. interest on account of the
of 1-2-1924 read above in case
Govt. found it necessary to resume
construction with the said loan
and to supply the balance necessary
to complete the line up to Kumaon.
The President communicated the
resolution of the S.B. to the effect -
that the members resolved that if the
interest at 6 1/4 p.c. was paid, the
balance of the loan could be
found and the difference in interest
might be paid out of the Rs. 1000.
in case Govt. were not prepared to pay
additional interest -

List of enclosures.

Govt. were not prepared
to pay additional interest.

After due consideration of the
matter the Govt. are pleased to offer the
following terms for the resumption
of the construction of the Shimoga-
Hassan line: -

Copied by

Examined by

G. R. S. G/33]

GENERAL AND REVENUE
SECRETARIAT.

(Continuation sheet draft form.)

should
The Board to contribute half
The total Capital Expenditure
on the line as estimated in the
Project Estimate, from

- i) The loan already raised
- ii) accumulated Cess Collections
- iii) additional loan to be raised.

2. Govt. will guarantee an interest
of 5 p.c. free of income tax on
the entire loan. Any deficit
on account of interest charges on
the Govt. share of Capital will
be met from the annual Cess
Collections. The Govt. and the
debenture holders will be entitled
to a share of profits above
5 p.c. in proportion to the
Capital respectively contributed
by them.

21.12.23

20/12/23

To The Presd., Govt., Shimoga
" Secretary to Govt. with committee
" Comptroller

WD 2230-GPB-1,00,000-23-7-20

21/1/24

20/12/23

34 PG 9 20-21
P. Section 1.1